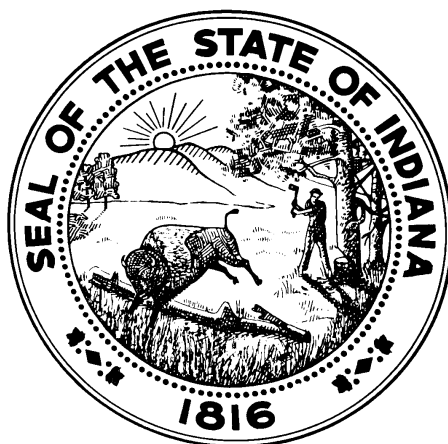


**STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769**

EXAMINATION REPORT
OF
CAMBRIDGE CITY PUBLIC LIBRARY
WAYNE COUNTY, INDIANA
January 1, 2006 to December 31, 2007



FILED
11/10/2008

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Officials	2
Independent Accountant's Report.....	3
Financial Information: Schedules of Receipts, Disbursements, and Cash and Investment Balances	4
Notes to Financial Information	5-6
Exit Conference.....	7

OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Director	Victoria Melek	01-01-06 to 12-31-08
Treasurer	Jennifer Woodward	01-01-06 to 12-31-08
President of the Board	Rosalie DuGranrut	01-01-06 to 12-31-08



STATE OF INDIANA

AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF CAMBRIDGE CITY PUBLIC LIBRARY, WAYNE COUNTY, INDIANA

We have examined the financial information presented herein of Cambridge City Public Library (Library), for the period of January 1, 2006 to December 31, 2007. The Library's management is responsible for the financial information presented herein. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the financial information presented herein and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the financial information referred to above presents fairly, in all material respects, the financial information of the Library for the years ended December 31, 2006 and 2007, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

October 9, 2008

CAMBRIDGE CITY PUBLIC LIBRARY
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES
ALL GOVERNMENTAL AND FIDUCIARY FUND TYPES
As Of And For The Years Ended December 31, 2006 And 2007

	Cash and Investments 01-01-06	Receipts	Disbursements	Cash and Investments 12-31-06
Governmental Funds:				
Operating	\$ 67,705	\$ 176,104	\$ 201,832	\$ 41,977
Rainy Day	3,969	3,969	3,969	3,969
Trust and Gift	151,241	17,747	9,950	159,038
Memorial	4,300	750	2,387	2,663
Bachmann Memorial	10,083	405	348	10,140
Wayne County Foundation	931	1,500	1,094	1,337
Library Improvement Reserve	90,083	2,997	-	93,080
Library Capital Projects	35,787	7,225	13	42,999
Levy Excess	-	980	-	980
Fiduciary Funds:				
Payroll Withholdings	-	19,756	19,756	-
PLAC	84	276	329	31
Totals	<u>\$ 364,183</u>	<u>\$ 231,709</u>	<u>\$ 239,678</u>	<u>\$ 356,214</u>

	Cash and Investments 01-01-07	Receipts	Disbursements	Cash and Investments 12-31-07
Governmental Funds:				
Operating	\$ 41,977	\$ 230,721	\$ 241,858	\$ 30,840
Rainy Day	3,969	-	-	3,969
Trust and Gift	159,038	70,317	88,955	140,400
Memorial	2,663	796	566	2,893
Bachmann Memorial	10,140	440	503	10,077
Wayne County Foundation	1,337	-	1,337	-
Library Improvement Reserve	93,080	4,777	-	97,857
Library Capital Projects	42,999	7,794	-	50,793
Levy Excess	980	-	980	-
Fiduciary Funds:				
Payroll Withholdings	-	18,890	18,890	-
PLAC	31	120	121	30
Totals	<u>\$ 356,214</u>	<u>\$ 333,855</u>	<u>\$ 353,210</u>	<u>\$ 336,859</u>

The accompanying notes are an integral part of the financial information.

CAMBRIDGE CITY PUBLIC LIBRARY
NOTES TO FINANCIAL INFORMATION

Note 1. Introduction

The Library was established under the laws of the State of Indiana. The Library provides the following services: public safety, health and social services, culture and recreation, and general administrative services.

Note 2. Fund Accounting

The Library uses funds to report on its cash and investments and the results of its operations on a cash basis. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

Note 3. Budgets

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied are subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the Library in June and December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the Library on or prior to December 31 of the year collected.

Note 5. Deposits and Investments

Deposits, made in accordance with Indiana Code 5-13, with financial institutions in the State of Indiana at year end were entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

CAMBRIDGE CITY PUBLIC LIBRARY
NOTES TO FINANCIAL INFORMATION
(Continued)

State statute (IC 5-13-9) authorizes the Library to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 6. Pension Plan

Public Employees' Retirement Fund

Plan Description

The Library contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system, and give the Library authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

PERF administers the plan and issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

The contribution requirements of the plan members for PERF are established by the Board of Trustees of PERF.

CAMBRIDGE CITY PUBLIC LIBRARY
EXIT CONFERENCE

The contents of this report were discussed on October 9, 2008, with Victoria Melek, Director; and Jennifer Woodward, Treasurer. Our examination disclosed no material items that warrant comment at this time.